

State - Boston Retirement System

Preliminary Investment Performance "Flash" Report

Periods Ending 1/31/2012

Target Weight	Interim Target	Weight in Fund		Last Month	Last Year	Annualized Returns		Ending Market Value	Annual Fee
						Three Years	Five Years		
100.0%	100.0%	100.0%	Composite (Gross)	3.8%	3.8%	13.7%	2.8%	\$3,273,668,243	
			Composite (Net)	3.8%	3.5%	13.4%	2.5%		
			Allocation Index	3.8%	2.5%	13.3%	2.5%		
			Policy Index	3.8%	3.4%	14.3%	2.6%		
			PRIT Core Fund/Teachers	3.4%	2.6%	n/a	n/a	\$1,297,527,710	
			PRIT Core Fund	3.4%	2.6%	13.1%	1.6%		
			50% MSCI ACWI/50% CITI WGBI	3.7%	2.7%	12.8%	4.1%		
45.0%	50.0%	48.7%	Total Equity					\$1,594,396,844	
20.0%	21.0%	21.7%	Large Cap Equity Composite	5.5%	4.2%	20.3%	0.8%	\$711,130,065	
		1.2%	SSgA Russell 3000 Index	5.0%	4.0%	20.4%	0.8%	\$38,039,940	0.03%
		3.5%	Rhumblin Advisors	4.5%	4.3%	19.3%	0.5%	\$114,738,146	0.07%
		3.3%	J&W Seligman	4.5%	4.3%	21.2%	2.1%	\$108,701,123	0.42%
		1.7%	Zeavenbergen Capital	9.0%	-1.9%	25.9%	5.8%	\$57,171,113	0.79%
		2.4%	Intech	5.4%	4.8%	21.5%	1.5%	\$78,011,452	0.47%
		4.5%	DE Shaw Core Enhanced	5.0%	5.4%	n/a	n/a	\$146,301,953	0.09%
		2.6%	DE Shaw 130/30	5.7%	6.8%	n/a	n/a	\$86,579,918	0.78%
		2.5%	JP Morgan 130/30	6.6%	2.2%	n/a	n/a	\$81,586,420	0.80%
			S&P 500	4.5%	4.2%	19.2%	0.3%		
			Russell 1000	4.9%	3.9%	20.0%	0.6%		
			Russell 1000 Value	3.8%	1.9%	17.6%	-2.2%		
			Russell 1000 Growth	6.0%	6.1%	22.3%	3.2%		
5.0%	7.0%	6.8%	Small Cap Equity Composite	8.1%	6.8%	26.3%	5.3%	\$222,827,654	
		3.1%	The Boston Company	7.0%	6.3%	23.8%	2.6%	\$102,745,040	0.82%
		3.7%	Westfield Capital Management	9.2%	7.0%	28.6%	8.7%	\$120,082,614	0.78%
			Russell 2000	7.1%	2.9%	23.0%	1.2%		
			Russell 2000 Value	6.6%	0.7%	20.9%	-0.9%		
			Russell 2000 Growth	7.5%	4.9%	25.2%	3.2%		
			Russell 2500	6.6%	2.6%	24.8%	2.0%		
20.0%	22.0%	20.2%	Int'l Equity Composite	7.4%	-8.3%	17.6%	-0.7%	\$660,439,125	
		5.1%	The Boston Company Int'l	5.1%	-15.7%	10.5%	-3.7%	\$166,591,513	0.41%
		5.6%	Panagora Asset Management	5.9%	-8.0%	15.4%	-2.6%	\$184,003,367	0.10%
		4.8%	Fisher	8.1%	-6.6%	20.5%	-0.2%	\$157,075,622	0.56%
		2.7%	Alliance	14.7%	-9.4%	30.4%	4.4%	\$89,174,185	1.00%
		1.9%	Vontobel	6.6%	14.8%	32.2%	11.0%	\$63,594,438	0.75%
			MSCI EAFE (NET)	5.3%	-9.6%	13.4%	-3.9%		
			MSCI Emerging Markets	11.3%	-6.6%	27.2%	4.9%		

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Target Weight	Interim Target	Weight in Fund		Last Month	Last Year	Annualized Returns		Ending Market Value	Annual Fee
						Three Years	Five Years		
31.0%	28.0%	29.2%	Total Fixed Income					\$954,825,300	
16.0%	14.0%	14.4%	Core Fixed Income	1.1%	9.9%	9.3%	7.6%	\$471,862,159	
		2.7%	SSgA Bond Market Index	0.9%	8.7%	7.5%	6.8%	\$89,987,207	0.05%
		5.0%	Richmond Capital Management	1.1%	10.8%	10.0%	7.6%	\$162,870,691	0.14%
		5.3%	Wells Asset Management	1.2%	9.8%	10.0%	8.4%	\$174,194,828	0.20%
		1.4%	Loomis Sayles Bank Loan	1.6%	3.3%	13.1%	n/a	\$44,809,433	0.45%
			<i>BC Aggregate</i>	0.9%	8.7%	7.4%	6.7%		
6.0%	6.0%	6.8%	High Yield Income	1.8%	7.1%	18.0%	7.7%	\$222,143,792	
		4.8%	Fountain Capital Management	2.5%	8.7%	18.5%	8.0%	\$158,349,582	0.46%
		1.2%	Aladdin Credit Opportunities ¹	n/a	0.4%	n/a	n/a	\$39,354,998	0.45%
		0.4%	Golden Tree ²	n/a	n/a	n/a	n/a	\$14,587,915	0.45%
			<i>BC High Yield</i>	3.0%	6.2%	18.8%	6.0%		
		0.3%	Perella Weinberg ²	n/a	15.2%	n/a	n/a	\$9,851,297	
			<i>HFRI Fixed Income Asset Backed</i>	2.0%	7.7%	15.0%	8.4%		
7.0%	6.0%	8.0%	Global Fixed Income	3.5%	8.4%	12.5%	8.6%	\$260,819,349	
		6.1%	Loomis Sayles	2.5%	7.9%	12.3%	8.6%	\$198,719,349	0.27%
			<i>Citigroup WGBI</i>	1.5%	7.9%	6.8%	7.7%		
		1.9%	Loomis Sayles Emerging Debt & Currency	6.7%	n/a	n/a	n/a	\$62,100,000	0.45%
			<i>JPM GBI EM Global Diversified</i>	7.4%	7.2%	16.6%	10.9%		
2.0%	2.0%	0.0%	New Fixed Income Mandate (TIPS)						
24.0%	22.0%	21.0%	Total Alternative Assets					\$686,356,988	
9.0%	9.0%	6.1%	Hedge Fund Composite ³	2.2%	-2.0%	5.9%	0.7%	\$199,828,694	
		1.6%	Mesirow Absolute Return Class J ⁴	2.6%	-0.3%	5.5%	0.4%	\$53,154,763	
		0.2%	Ivy Maplewood Associates II LP ⁵	n/a	n/a	n/a	n/a	\$4,978,698	
		1.2%	Federal Street Offshore LTD ⁴	1.8%	-4.7%	4.4%	n/a	\$39,809,431	
		1.3%	GAM	2.1%	-0.9%	0.7%	n/a	\$43,268,632	
		1.8%	Permal	2.3%	-3.2%	12.0%	n/a	\$58,617,170	
			<i>HRFI HFoF</i>	2.0%	-4.0%	4.0%	-0.6%		
0.0%	0.0%	1.2%	Cash	0.0%	0.0%	0.2%	1.5%	\$38,089,109	
10.0%	8.0%	9.7%	Real Estate IRR ⁶	\$	Committed Capital 620,983,130	Contributed Capital \$ 540,612,643	QTR 2.1%	Last Year 19.1%	Valuation \$318,820,353
5.0%	5.0%	5.1%	Private Equity IRR ⁶	\$	448,229,009	\$ 334,924,037	-1.4%	12.6%	\$167,707,941



¹ Aladdin market value as of 12/31/2011 +/- subsequent calls/distributions.

² Perella Weinberg and Golden Tree market values as of 9/30/2011 +/- subsequent calls/distributions.

³ All hedge funds values are net of fees.

⁴ Perella, Golden Tree, Ivy, PE & RE report on a quarterly basis.

⁴ EMV and performance for Mesirow and Federal Street are estimated and preliminary

⁵ Ivy ending market value as of 9/30/2011 adjusted for subsequent distributions.

⁶ Real Estate and Private Equity valuations are as of 9/30/2011.